

ORDER OF BUSINESS
BOARD OF ADMINISTRATION
INVESTMENT COMMITTEE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

September 13, 1999

PLACE:

**Lincoln Plaza Building
400 P Street, Auditorium
Sacramento, California**

TIME:

CLOSED SESSION	8:00 a.m.	(Government Code section 11126(c)(16).)
OPEN SESSION	8:30 a.m.	(or upon adjournment of Closed Session, whichever is later)
	9:15 a.m.	(Time Certain – Timberland Investment Management Interviews)

ROLL CALL:

Committee Members

**Charles Valdes, Chair
William Crist, Vice Chair
Ronald Alvarado
Philip Angelides
Robert F. Carlson
Thomas Clark
Kathleen Connell
Rob Feckner
Michael Flaherman
Marty Morgenstern
Mike Quevedo, Jr.
William Rosenberg
Joseph Thomas**

OPEN SESSION 8:30 a.m. (or upon adjournment of Closed Session, whichever is later)

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| | 1. | CALL TO ORDER & ROLL CALL |
| ACTION | 2. | Approval of the August 16, 1999 Open Session Minutes |
| ACTION | 3. | Real Estate <ul style="list-style-type: none"> a. Timberland Investment Management Overview b. Finalist Interview Schedule (Attachment A) c. R Street Project Update |
| ACTION | 4. | Alternative Investment Management (AIM) Program <ul style="list-style-type: none"> a. Merchant Bank Consultant Update b. Turnkey Buyout – Mountain Capital Update |
| ACTION | 5. | Public Markets <ul style="list-style-type: none"> a. Hybrid Investment Vehicles b. Permissible Country Workshop |
| ACTION | 6. | Policy Subcommittee Report |
| ACTION | 7. | Corporate Governance <ul style="list-style-type: none"> a. Corporate Governance – Plan for Proxy Season 2000 (Education & Influence) b. Global Sullivan Principles |
| INFORMATION | 8. | Chief Investment Officer/Assistant Executive Officer's Report <ul style="list-style-type: none"> a. Asset Allocation b. Cash Flow c. Status Report d. Report on Closed Session Items |
| CONSENT | 9. | Quarterly Performance Reports <ul style="list-style-type: none"> a. CalPERS Total Fund b. CalPERS Affiliate Fund c. Deferred Compensation d. Legislators' Retirement Fund e. 1998/99 Proxy Voting Results |
| CONSENT | 10. | Activity Reports <ul style="list-style-type: none"> a. Alternative Investment Management Program – Partnership and Direct Component Activity Reports |

- CONSENT 11. Investment Transactions
- a. Public Employees' Retirement Fund
 - Portfolio Summary and Transactions
 - Fixed Income Transactions
 - i) Internal Domestic
 - ii) External International
 - iii) Special Mortgage Investment Program Transactions
 - Equity Summary and Transactions
 - iv) Internal Domestic
 - v) Corporate Actions
 - vi) Convertible Security
 - vii) External Domestic
 - viii) External International
 - Internal Programs
 - ix) Real Estate Equity Transactions
 - x) Alternative Investment Management (AIM) Program Transactions
 - b. Affiliate Funds
 - i) Legislators' Retirement Fund
 - ii) Judges' Retirement Fund
 - iii) Public Employees' Medical & Hospital Care Act Contingency Reserve Fund
 - iv) Volunteer Firefighters Length of Service Award Fund
 - v) State Peace Officers and Firefighters' Fund
- INFORMATION 12. Draft Agenda for October 18, 1999
13. Public Comment

Note: Items designated for information are appropriate for Board/Committee action if the Board/Committee wishes to take action. Any agenda item from a properly noticed Subcommittee meeting held immediately prior to this meeting may be reported on or presented to the Investment Committee for its consideration.